HOUSE BILL No. 1185

DIGEST OF INTRODUCED BILL

Citations Affected: IC 7.1-3-12.

Synopsis: Purchase and sale of bulk wine by farm wineries. Allows a farm winery to purchase and sell bulk wine.

Effective: July 1, 2002.

Cochran, Kruzan

January 10, 2002, read first time and referred to Committee on Public Policy, Ethics and Veterans Affairs.





Second Regular Session 112th General Assembly (2002)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2001 General Assembly.

HOUSE BILL No. 1185

A BILL FOR AN ACT to amend the Indiana Code concerning alcoholic beverages.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 7.1-3-12-5, AS AMENDED BY P.L.235-2001
2	SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3	JULY 1, 2002]: Sec. 5. (a) The holder of a farm winery permit:
4	(1) is entitled to manufacture wine and to bottle wine produced by
5	the permit holder's farm winery;
6	(2) is entitled to serve complimentary samples of the winery's
7	wine on the licensed premises;
8	(3) is entitled to sell the winery's wine on the licensed premises to
9	consumers either by the glass, or by the bottle, or both;
10	(4) is entitled to sell wine by the bottle or by the case to a person
11	who is the holder of a permit to sell wine at either wholesale or
12	retail;
13	(5) is exempt from the provisions of IC 7.1-3-14;
14	(6) is entitled to advertise the name and address of any retailer of
15	dealer who sells wine produced by the permit holder's winery; and
16	(7) for wine described in IC 7.1-1-2-3(a)(4):
17	(A) may allow transportation to and consumption of the wine



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1	on the licensed premises; and	
2	(B) may not sell, offer to sell, or allow the sale of the wine on	
3	the licensed premises; and	
4	(8) is entitled to purchase and sell bulk wine as set forth in this	
5	chapter.	
6	(b) With the approval of the commission, a holder of a permit under	
7	this chapter may conduct business at a second location that is separate	
8	from the winery. At the second location, the holder of a permit may	
9	conduct any business that is authorized at the first location, except for	
10	the manufacturing or bottling of wine.	
11	(c) With the approval of the commission, a holder of a permit under	
12	this chapter may, individually or with other permit holders under this	
13	chapter, participate in a trade show or an exposition at which products	
14	of each permit holder participant are displayed, promoted, and sold.	
15	The commission may not grant approval under this subsection to a	
16	holder of a permit under this chapter for more than nine (9) days in a	
17	calendar year.	
18	SECTION 2. IC 7.1-3-12-7 IS ADDED TO THE INDIANA CODE	
19	AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY	
20	1, 2002]: Sec. 7. (a) Except as provided in subsection (b), a farm	
21	winery may purchase annually a quantity of bulk wine that does	
22	not exceed the greater of the following:	
23	(1) Five thousand five hundred (5,500) gallons.	
24	(2) Fifty percent (50%) of the quantity of wine produced by	_
25	fermentation by the winery during the previous year.	
26	(b) This subsection applies to a farm winery that suffers a loss	
27	of wine inventory due to natural or manmade disaster. If the farm	
28	winery documents the inventory loss and obtains permission from	W
29	the commission, the winery may purchase a quantity of bulk wine	
30	not greater than the sum of the following:	
31	(1) The quantity of the winery's wine inventory loss.	
32	(2) The quantity of bulk wine that may be purchased by the	

farm winery annually under subsection (a).



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